



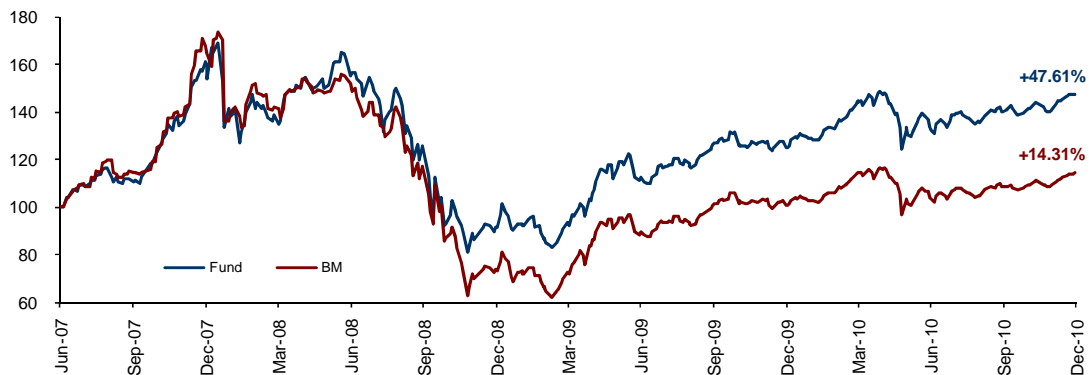
### Jadwa Saudi Equity Fund

28 December 2010	NAV: 147.6091 SAR	AUM: 127.12 Million SAR
Bloomberg: JADSEQT	Reuters: LP65077653	Zawya: JADSAUD.MF

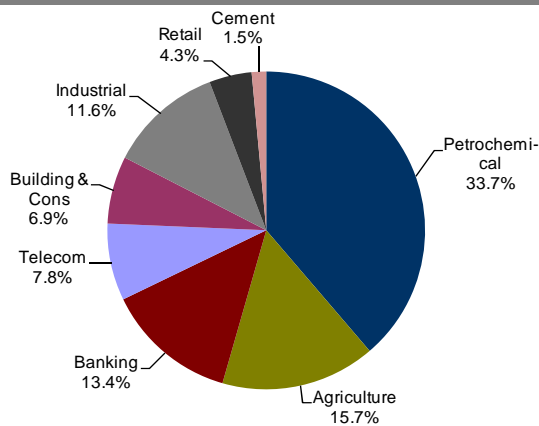
#### Fund Manager's Comment:

In December 2010, Saudi market witnessed a rally ahead of expectations of a good year in 2011. The Fund gained 4.90% compared to 4.84% gains in the benchmark. For the year ended December 2010, the Fund achieved 17.70% outperforming the benchmark by 413bps. Since Inception, the fund outperformed the benchmark by 33.30%

Fund vs. Benchmark  
Inception date: 30 Jun 2007



#### Sector Allocation



#### Attribution

Category	Stock	Contribution
Best Performers	Al Rajhi	+0.91%
	SABIC	+0.89%
Worst Performers	ETC	-0.04%
	Zoujaj	+0.00%

#### Top Holdings

	Fund	BM
SABIC	21.90%	19.39%
Al-Rajhi	13.20%	18.54%
Al-Marai	8.71%	2.91%
ETC	7.70%	6.21%
SAFCO	7.39%	3.95%
<b>Total</b>	<b>58.89%</b>	<b>51.00%</b>

#### Performance

	Fund	BM
1 Month	4.90%	4.84%
3 Months	5.26%	5.30%
YTD	17.70%	13.57%
1 Year	17.70%	13.57%
Since Inception	47.61%	14.31%

#### Ratios

	Fund	BM
Information Ratio	0.85	
Beta	0.78	1.00
Alpha	46.38%	

Investment Objective	Long-term capital growth by investing in Shariah Compliant Saudi equity		
Benchmark	S&P Saudi Shariah Index		
Valuation day	Sunday & Tuesday	Cut-off time	12 noon Saturday & Monday
Subscription Fee	Up to 3%	Management Fee	1.95% per annum

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## Jadwa GCC Equity Fund

28 December 2010

NAV: 130.5673 SAR

AUM: 35.36 Million SAR

Bloomberg: JADGCCE

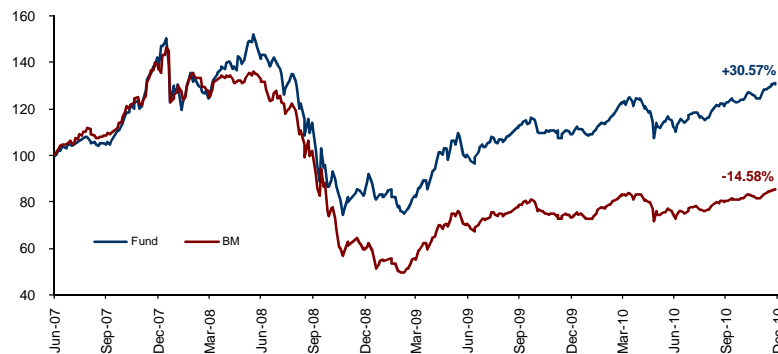
Reuters: LP65077655

Zawya: JADGCCE.MF

### Fund Manager's Comment:

All GCC markets except Kuwait and Bahrain witnessed a strong rally backed by expectations of a strong construction boom in Qatar after winning the honor to host the World Cup 2022. GCC Fund achieved 4.66% in December 2010 as compared to benchmark performance of 4.54%, outperforming by 12bps. For the year ended December 2010, GCC Fund outperformed the benchmark strongly by 323bps. Since inception, the Fund has outperformed the benchmark by 45.15%.

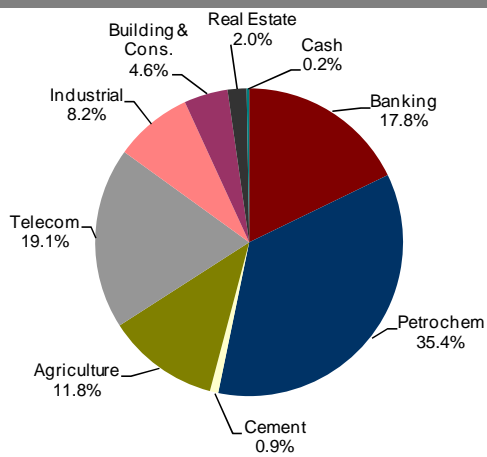
Fund vs Benchmark  
Inception date: 30 Jun 2007



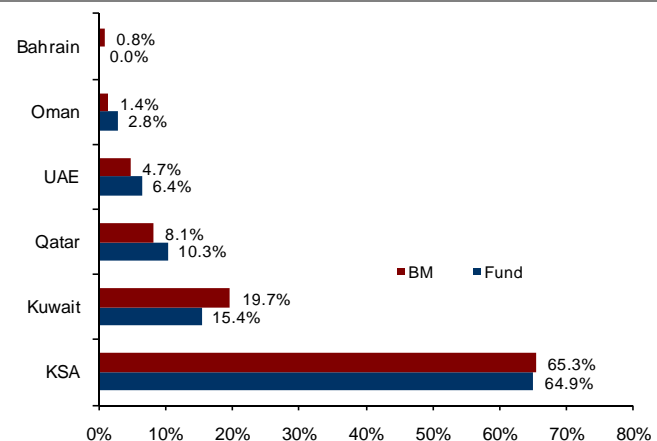
### Attribution

Category	Asset	Contribution (%)
Best Performers	Mobile Telecom	+0.69%
	Al Khodari	+0.65%
Worst Performers	Emaar Properties	-0.07%
	Kuwait Fin. House	-0.04%

### Sector Allocation



### Geographical Allocation



### Top Holdings

	Fund (%)	BM (%)
SABIC	15.82%	12.66%
Mobile Telecom	10.05%	9.72%
Al-Rajhi	9.99%	12.11%
Al-Marai	7.25%	1.90%
Industries Qatar	6.94%	3.51%
<b>Total</b>	<b>50.04%</b>	<b>39.90%</b>

### Performance

	Fund (%)	BM (%)
1 Month	4.66%	4.54%
3 Months	6.98%	6.04%
YTD	19.76%	16.53%
1 Year	19.76%	16.53%
Since Inception	30.57%	-14.58%

### Ratios

	Fund	BM
Information Ratio	1.21	
Beta	0.86	1.00
Alpha	50.14%	

Investment Objective	Long-term capital growth by investing in Shariah Compliant GCC equity		
Benchmark	S&P GCC Shariah Composite Index		
Valuation day	Sunday & Tuesday	Cut-off time	12 noon Saturday & Monday
Subscription Fee	Up to 3%	Management Fee	1.95% per annum

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### Jadwa Arab Markets Equity Fund

28 December 2010

NAV: 129.6808 SAR

AUM: 51.89 Million SAR

Bloomberg: JADARAB

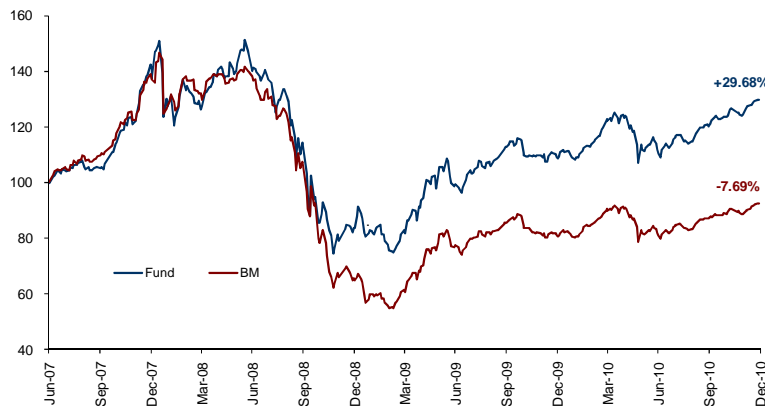
Reuters: LP65077654

Zawya: JADARAB.MF

#### Fund Manager's Comment:

GCC markets except Kuwait and Bahrain markets along with Egypt market witnessed a strong rally backed by expectations of a strong construction boom in Qatar and the region after winning the honor to host the World Cup 2022. Arab Fund achieved 4.45% in December 2010 as compared to benchmark performance of 4.15%, outperforming by 30bps. For the year ended December 2010, GCC Fund outperformed the benchmark strongly by 478bps. Since inception, the Fund has outperformed the benchmark by 37.37%.

Fund vs Benchmark  
Inception date: 30 Jun 2007



#### Attribution

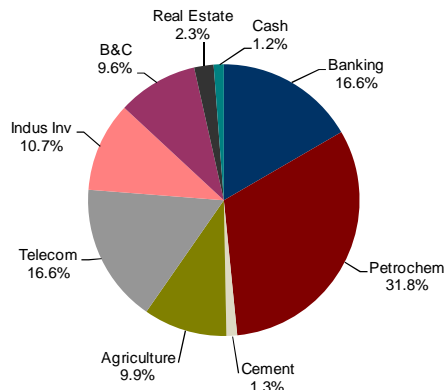
##### Best Performers

Mobile Telecom	+0.64%
Al Rajhi	+0.61%

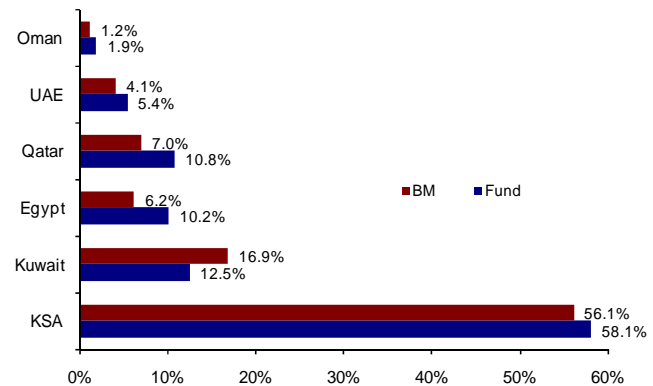
##### Worst Performers

Emaar Properties	-0.05%
PACHIN	-0.03%

#### Sector Allocation



#### Geographical Allocation



#### Top Holdings

	Fund	BM
SABIC	13.87%	10.88%
Al-Rajhi	9.18%	10.40%
Mobile Telecom	8.46%	8.35%
Industries Qatar	6.36%	3.01%
ETC	5.61%	3.49%
<b>Total</b>	<b>43.48%</b>	<b>36.13%</b>

#### Performance

	Fund	BM
1 Month	4.45%	4.15%
3 Months	7.17%	5.36%
YTD	19.35%	14.57%
1 Year	19.35%	14.57%
Since Inception	29.68%	-7.69%

#### Ratios

	Fund	BM
Information Ratio	1.09	
Beta	0.94	1.00
Alpha	39.36%	

Investment Objective	Long-term capital growth by investing in Shariah Compliant Arab equity		
Benchmark	S&P Pan-Arab Shariah Index		
Valuation day	Sunday & Tuesday	Cut-off time	12 noon Saturday & Monday
Subscription Fee	Up to 3%	Management Fee	1.95% per annum

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### Jadwa Saudi Equity Index Fund

31 December 2010

NAV: 75.3127 SAR

AUM: 7.75 Million SAR

Bloomberg: JSAEIXA

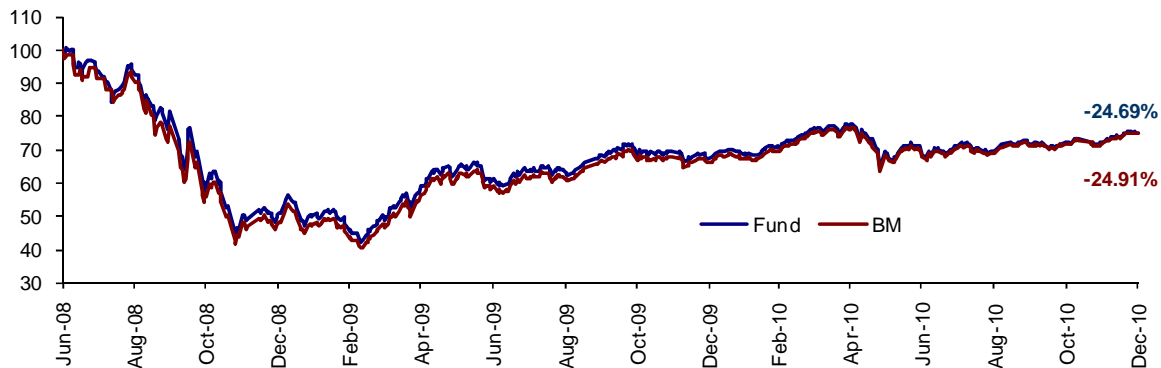
Reuters: LP65122966

Zawya: JADSEIF

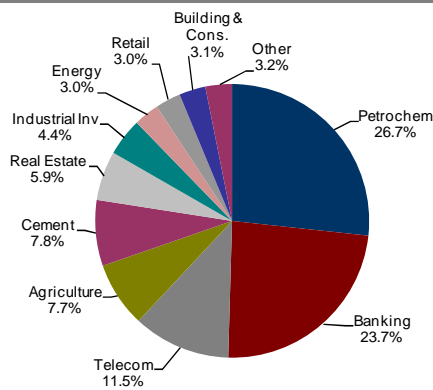
#### Fund Manager's Comment:

The S&P Saudi Shariah Index gained 4.64% during December while the TASI gained 3.57%. Strong performance was from the Petrochemicals Sector. For the full year ended December 2010, the index recorded 13.35%. Since inception the Fund has recorded a decline of 24.69% compared to a 24.91% decline in its benchmark.

Fund vs Benchmark Inception date: 29 Jun 2008



#### Sector Allocation



#### Top Performers

Category	Company	Change (%)
Best Performers	Al Rajhi	+1.14%
	SABIC	+0.84%
Worst Performers	Arabian Cement	-0.03%
	ETC	-0.03%

#### Top Holdings

	Fund	BM
SABIC	19.39%	19.39%
Al Rajhi	18.53%	18.54%
ETC	6.21%	6.21%
SAFCO	3.96%	3.95%
STC	3.81%	3.81%
<b>Total</b>	<b>51.91%</b>	<b>51.90%</b>

#### Performance

	Fund	BM
1 Month	4.48%	4.64%
3 Months	4.64%	5.10%
YTD	11.29%	13.35%
1 Year	11.29%	13.35%
Since Inception	-24.69%	-24.91%

#### Ratios

	Fund	BM
Information Ratio	0.04	
Beta	0.96	1.00
Alpha	-0.89%	

Investment Objective	Long-term capital growth by investing in Shariah Compliant Saudi equity		
Benchmark	S&P Saudi Shariah Index TR		
Valuation day	Each business day in Saudi Arabia	Cut-off time	12 noon each business day
Subscription Fee	Up to 3%	Management Fee	1.50% per annum

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**Jadwa GCC Equity Index Fund**

31 December 2010

NAV: 66.8973 SAR

AUM: 10.13 Million SAR

Bloomberg: JADGEIA

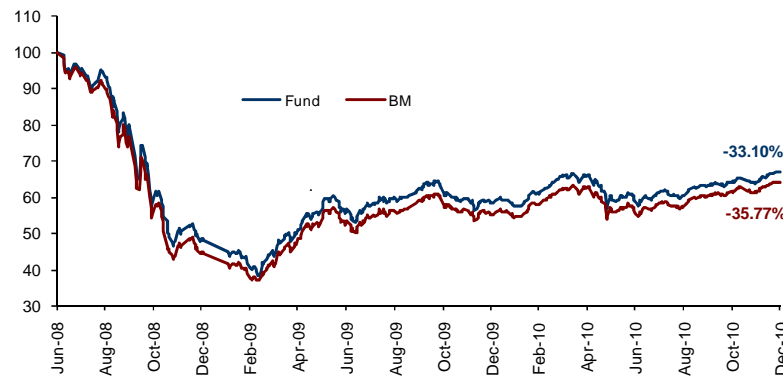
Reuters: LP65122967

Zawya:JADGEIF

**Fund Manager's Comment:**

During December 2010, S&P GCC Shariah Composite Index gained 4.56% . For the full year, the index recorded 16.54% . Since inception the Fund is down 33.10% as compared to a decline of 35.77% in its benchmark.

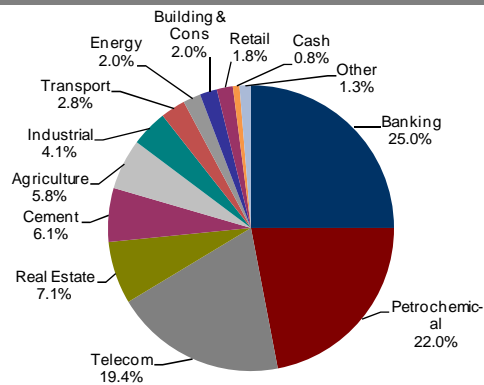
Fund vs. Benchmark  
Inception date: 29 Jun 2008



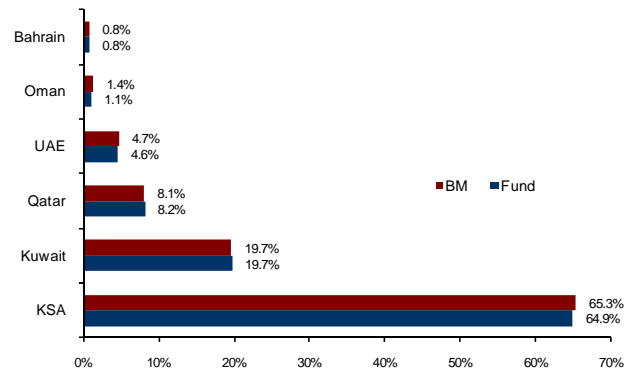
Attribution

Category	Asset	Contribution (%)
Best Performers	Mobile Telecom	+0.76%
	Al Rajhi	+0.74%
Worst Performers	Emaar Properties	-0.05%
	Ahli United Bank	-0.04%

Sector Allocation



Geographical Allocation



Top Holdings

	Fund (%)	BM (%)
SABIC	12.66%	12.66%
Al Rajhi	12.10%	12.11%
Mobile Telecom	9.74%	9.72%
ETC	4.06%	4.06%
Industries Qatar	3.50%	3.51%
<b>Total</b>	<b>42.06%</b>	<b>42.06%</b>

Performance

	Fund (%)	BM (%)
1 Month	4.41%	4.56%
3 Months	5.46%	6.06%
YTD	14.61%	16.54%
1 Year	14.61%	16.54%
Since Inception	-33.10%	-35.77%

Ratios

	Fund	BM
Information Ratio	0.51	
Beta	0.94	1.00
Alpha	0.47%	

Investment Objective	Long-term capital growth by investing in Shariah Compliant GCC equity		
Benchmark	S&P GCC Shariah Composite Index TR		
Valuation day	Each business day in Saudi Arabia	Cut-off time	12 noon each business day
Subscription Fee	Up to 3%	Management Fee	1.50% per annum

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**Jadwa World Equity Fund**

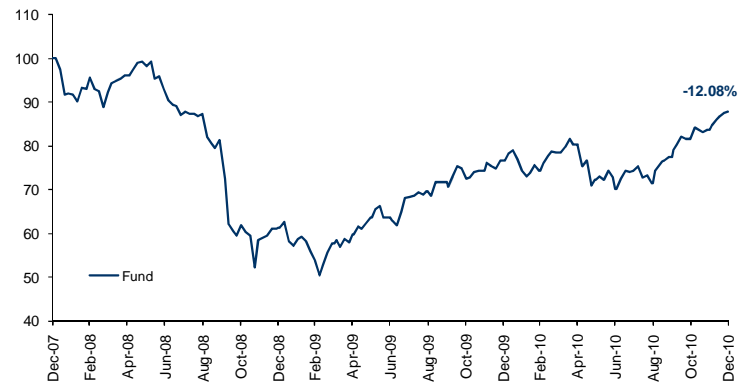
31 December 2010	NAV: USD 87.9218	AUM: USD 102.15 million
Bloomberg: JDWLDEQ	Reuters: LP65083089	Zawya: n/a

**Fund Manager's Comment:**

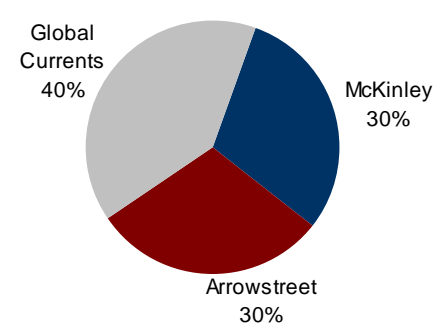
Many global and regional indices finally recaptured all of the ground lost in the aftermath of the collapse of Lehman Brothers, as speculation that the global economic recovery was becoming more sustainable saw them build on September's risk rally to reach levels last seen over two years ago. In the US, the S&P 500 Index enjoyed its best December rally since 1991 and returned to levels last seen prior to the Lehman's collapse in 2008 Canadian and Australian materials stocks also contributed positively having benefited from the recent rally in commodities. The fund added 5.14% during the month ended December 2010

**Fund Performance**

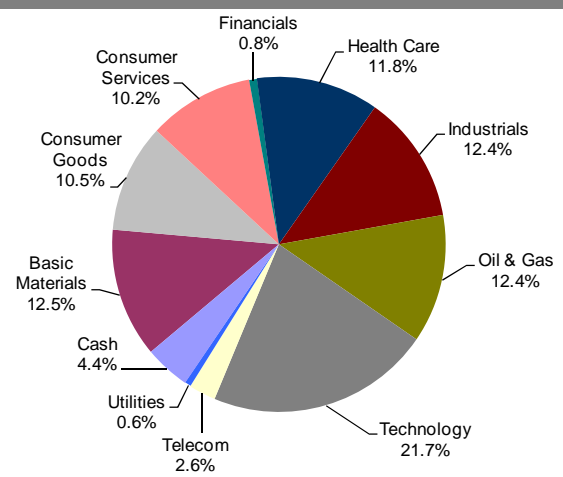
Inception date: 31 Dec 2007



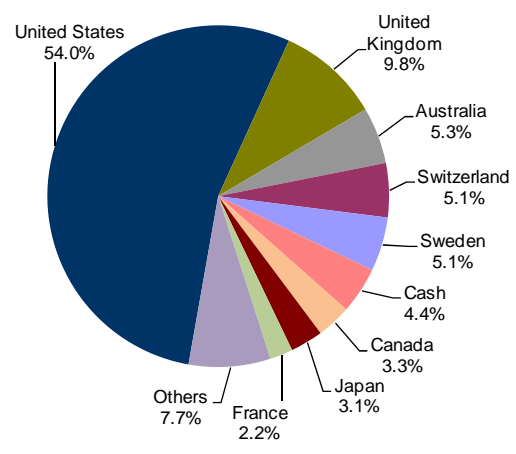
**Underlying Fund's Managers**



**Sector Allocation**



**Geographical Allocation**



**Top Holdings**

	<b>Fund</b>
Exxon Mobil Corp.	2.48%
Hess Corp.	1.56%
Chevron Corp.	1.55%
Hennes & Mauritz	1.54%
Microsoft Corp.	1.54%
<b>Total</b>	<b>8.67%</b>

**Performance**

	<b>Fund</b>
1 Month	5.14%
3 Months	13.40%
YTD	14.53%
1 Year	14.53%
Since Inception	-12.08%

**Ratios**

	<b>Fund</b>
Information Ratio	-0.13
Beta	0.77
Alpha	-6.23%

<b>Investment Objective</b>	Long-term capital growth by investing in Shariah Compliant world equities		
<b>Valuation day</b>	Every Saturday	<b>Cut-off time</b>	12 noon every Tuesday
<b>Subscription Fee</b>	Up to 3%	<b>Management Fee</b>	2.50% per annum

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### Jadwa Emerging Markets Equity Fund

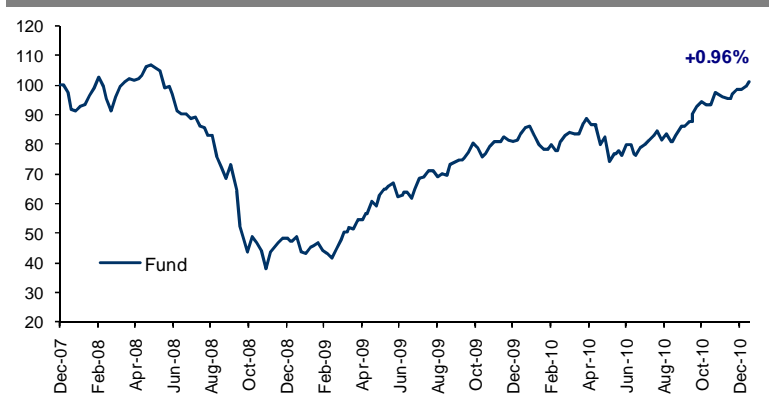
31 December 2010 NAV: 100.9611 USD AUM: USD 120.38 Million  
 Bloomberg: JADEMGR Reuters: LP65107002 Zawya: n/a

#### Fund Manager's Comment:

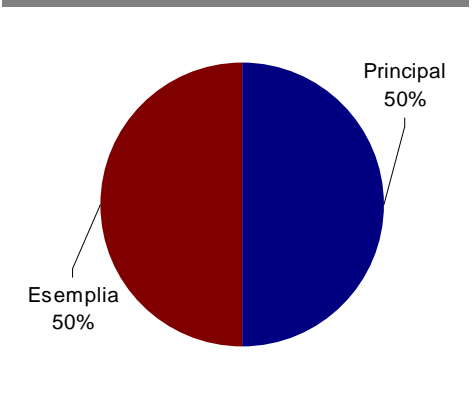
Emerging market (EM) equities enjoyed a solid end to a year in which commodities, stocks, bonds and the dollar all gained for the first time since 2005. Russian stocks advanced as crude oil prices increased on the renewed confidence in the global recovery and severe cold snaps in Europe and the US. In contrast, moves to tighten monetary policy weighed on Chinese stocks. The fund achieved a strong performance of 5.67% during the month of December 2010

#### Fund Performance

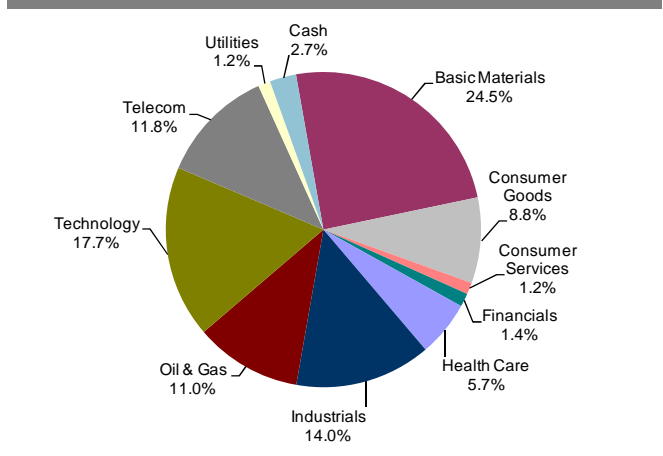
Inception date: 31 Dec 2007



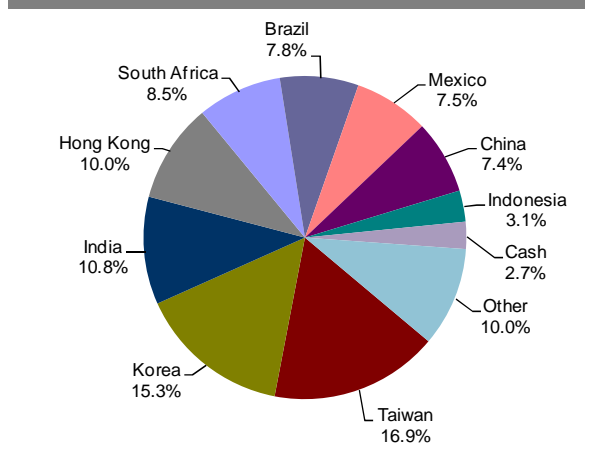
#### Underlying Fund's Managers



#### Sector Allocation



#### Geographical Allocation



#### Top Holdings

	Fund
Samsung Electronics Co.	6.64%
Cia Vale do Rio Doce	4.29%
America Movil S.A.B.	4.08%
CNOOC Ltd.	3.61%
Hon Hai Precision Industry Co.	2.77%
<b>Total</b>	<b>21.39%</b>

#### Performance

	Fund
1 Month	5.67%
3 Months	14.94%
YTD	20.69%
1 Year	20.69%
Since Inception	0.96%

#### Ratios

	Fund
Information Ratio	0.16
Beta	0.84
Alpha	4.25%

Investment Objective	Long-term capital growth by investing in Shariah Compliant global emerging markets equities		
Valuation day	Every Saturday	Cut-off time	12 noon every Tuesday
Subscription Fee	Up to 3%	Management Fee	2.50% per annum

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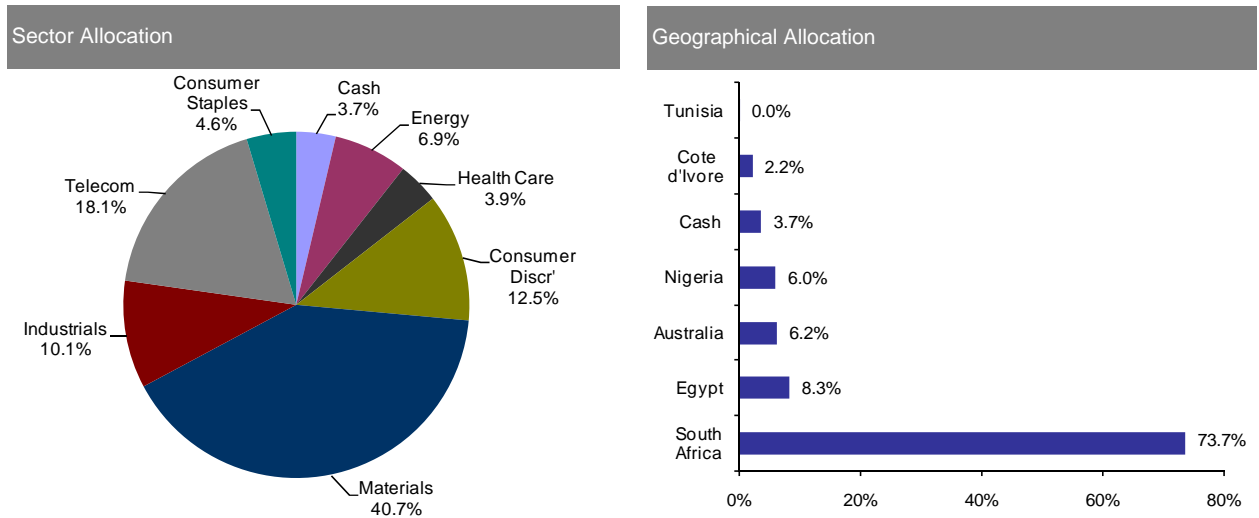
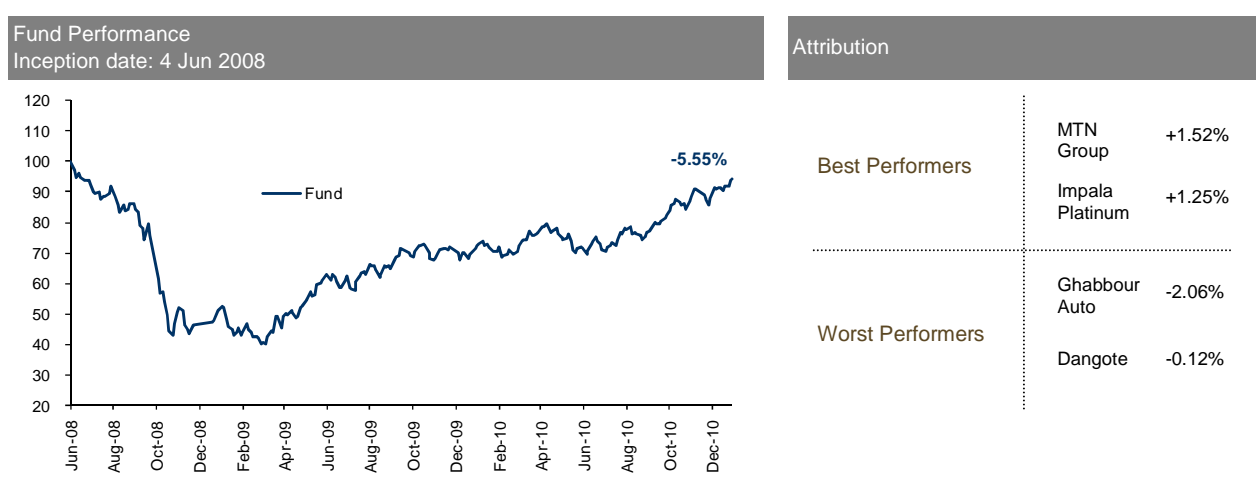


**Jadwa Africa Equity Freestyle Fund**

31 December 2010	NAV: USD 94.4498	AUM: USD 15.25 Million
Bloomberg: JADAEFA	Reuters: LP65107064	Zawya: n/a

**Fund Manager's Comment:**

The fund delivered a healthy return of 10.7% for the month of December, although a strong performance in absolute terms, the performance was 2.8% behind the resource heavy benchmark. The 12 month performance of 35.3% remains ahead of the benchmark return of 28.3%. Notable detractors to performance over the month were the Nigerian and Egyptian industrial counters, and that marked rand strengthening of c7% over the month, both of which detracted from portfolio return.



Top Holdings		Performance		Ratios	
	Fund		Fund		Fund
Mtn Group Ltd	8.77%	1 Month	10.16%	Information Ratio	-0.28
Bhp Billiton Plc	8.55%	3 Month	14.52%	Beta	0.64
Sasol Ltd	6.93%	YTD	31.74%	Alpha	-11.75%
Zimplats Holdings Ltd	6.21%	1 Year	31.74%		
Impala Platinum Holding Ltd.	5.92%	Since Inception	-5.55%		
<b>Total</b>	<b>34.37%</b>				

<b>Investment Objective</b>	Long-term capital growth by investing in Shariah Compliant African equities		
<b>Valuation day</b>	Every Monday and Wednesday	<b>Cut-off time</b>	12 noon each Sunday and Tuesday
<b>Subscription Fee</b>	Up to 3%	<b>Management Fee</b>	2.50% per annum

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### Jadwa Global Sukuk Fund

28 December 2010

NAV: 104.4053 USD

AUM: 17.75 Million USD

Bloomberg: JDSUKUK

Reuters: LP65083046

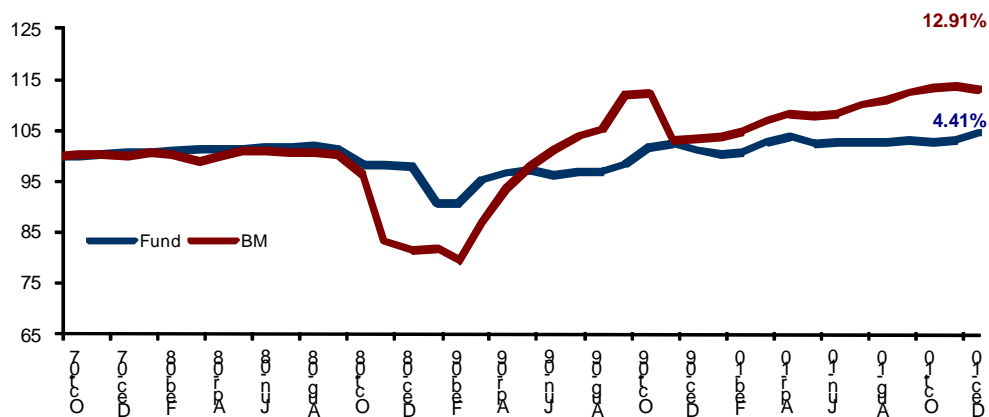
Zawya: JADSKUK.MF

#### Fund Manager's Comment:

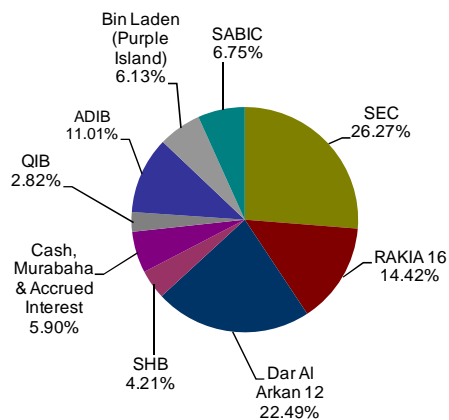
During the month, the fund gained 125 bps against a 70bps decline in the benchmark, thus outperforming by 195 bps. As of month-end, 53.3% of the fund was invested in instruments of government backed entities or cash instruments.

As companies actively attempt to capitalize on the low interest rate environment, sukuk market is expected to continue its growth path as more and more companies are now considering sukuk to raise cash.

Fund vs. Benchmark  
Inception Date: 8 Oct 2007



#### Asset Allocation



#### Performance

	Fund	BM
1 Month	1.25%	-0.70%
3 Months	1.29%	0.63%
YTD	3.44%	9.18%
1 Year	3.44%	9.18%
Since Inception	4.41%	12.91%

**Investment Objective** To generate market returns by investing in a diversified portfolio of local, regional and global Sukuk.

**Benchmark** Dow Jones Citigroup® Sukuk Index

**Valuation day** Tuesday **Cut-off time** 12 noon Monday

**Subscription Fee** Up to 1% **Management Fee** 1% per annum

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## Jadwa Saudi Riyal Murabaha Fund

28 December 2010

NAV: 106.4625 SAR

AUM: 6.13 Million SAR

Bloomberg: JADSRYL

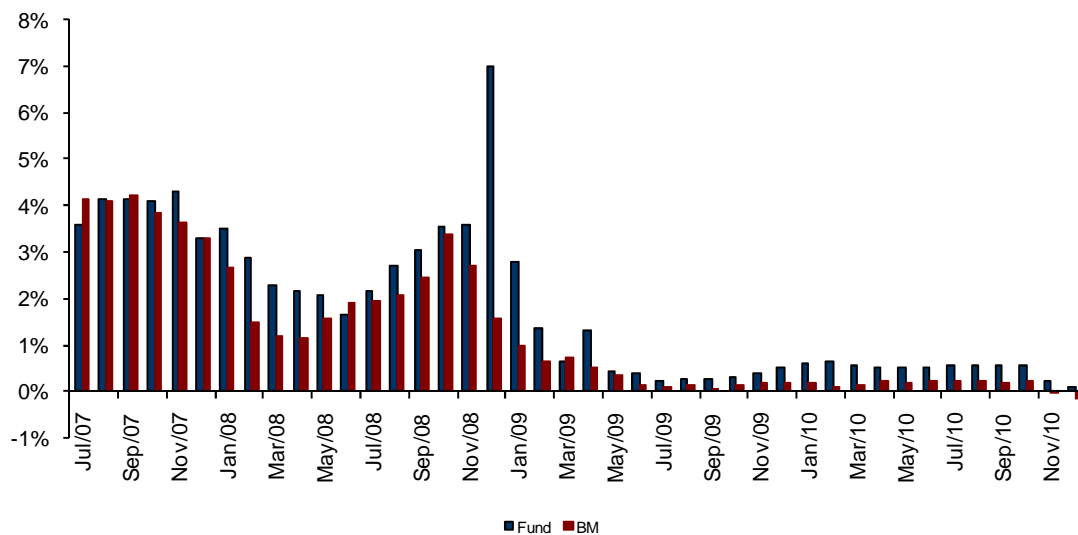
Reuters: LP65044210

Zawya: JADSRMF.MF

### Fund Manager's Comment:

During December oververber the 3-month SIBOR increased slightly to 0.749% compared to 0.747% in the last month while the 3-month LIBOR slightly improved. The Fund yielded an annualized return of 0.11% during the month as compared to -0.17% return of the benchmark. Since inception, Fund's annualized return has been 1.85% as compared to a 1.23% return in the benchmark. We continue to see no change in the interest rate environment in the short or medium term.

Fund vs. Benchmark  
Inception Date: 30 June 2007



### Performance

	1 Month	3 Months	YTD	1 Year	Since Inception
Fund	0.11%	0.30%	0.50%	0.50%	1.85%
BM	-0.17%	0.04%	0.15%	0.15%	1.23%

Investment Objective	To generate market returns from short-term Murabaha based trade transactions		
Benchmark	One month SIBID net of management fee		
Valuation day	Sunday & Tuesday	Cut-off time	12 noon Saturday & Monday
Management Fee	0.5% annually of the average assets under management		

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## Jadwa US Dollar Murabaha Fund

28 December 2010

NAV: 106.0821 USD

AUM: 0.40 Million USD

Bloomberg: JADUSDM

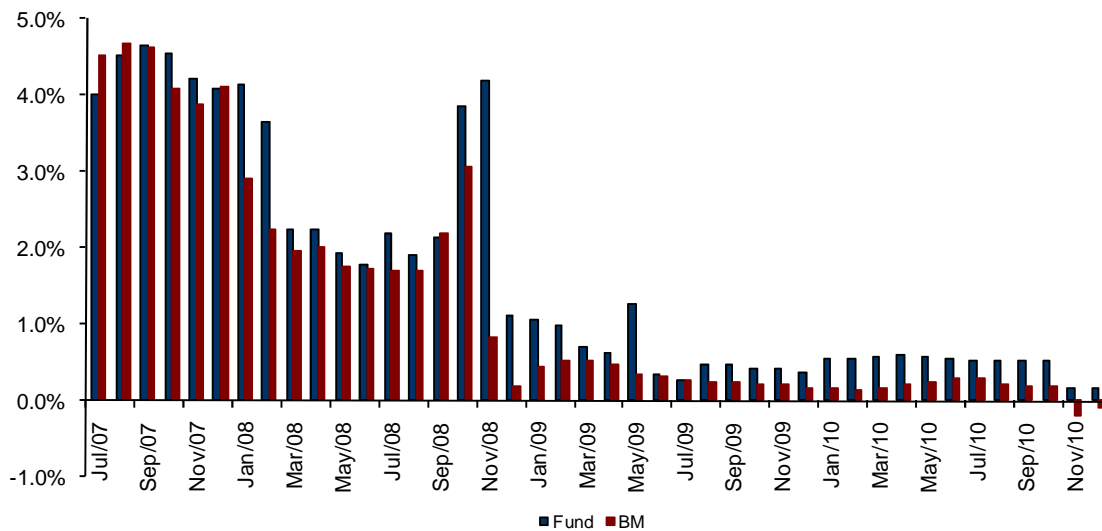
Reuters: LP65044243

Zawya: JADUSMF.MF

### Fund Manager's Comment:

During the month, 3-month Libor averaged 0.303% against an average of 0.287% for the previous month. The Fund continued to outperform its benchmark, yielding an annualized return of 0.17% versus a return of -0.09% for the benchmark in December 2010. Since inception, the Fund has yielded an annualized return of 1.74% as compared to 1.25% for the benchmark. With no surprises expected we continue to have the same view on the interest rate environment and do not see rates rising in the near or medium term.

Fund vs. Benchmark  
Inception Date: 30 June 2007



### Performance

	1 Month	3 Months	YTD	1 Year	Since Inception
Fund	0.17%	0.29%	0.49%	0.49%	1.74%
BM	-0.09%	-0.01%	0.16%	0.16%	1.25%

Investment Objective	To generate market returns from short-term Murabaha based trade transactions		
Benchmark	One month LIBID net of management fee		
Valuation day	Sunday & Tuesday	Cut-off time	12 noon Saturday & Monday
Management Fee	0.5% annually of the average assets under management		

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### Jadwa Conservative Allocation Fund

29 December 2010

NAV: 104.5402 SAR

AUM: 2.44 Million SAR

Bloomberg: JADCOAF

Reuters: LP65107004

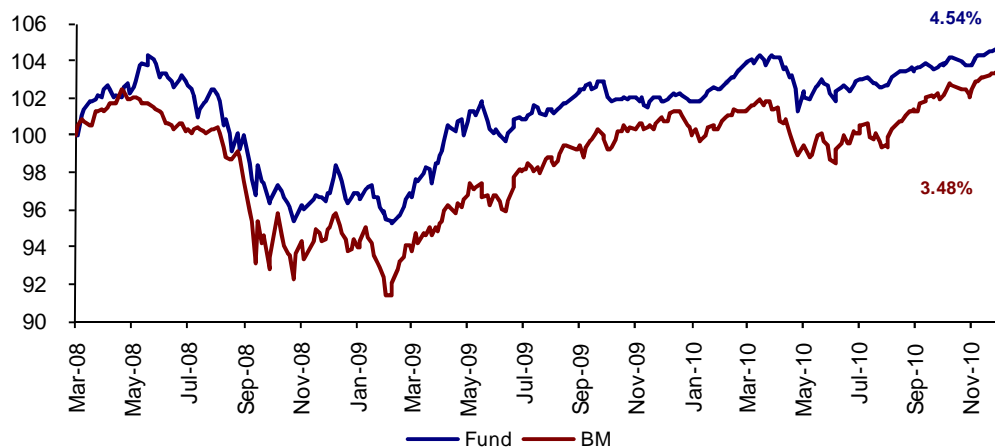
Zawya: JADCOAF.MF

#### Fund Manager's Comment:

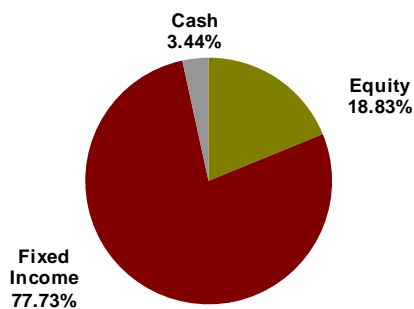
At the end of December, 18.8% of Fund's assets were allocated to equity Funds investing in GCC and Arab markets. The balance amount was placed in Murabaha Funds and in cash. During the month the Fund gained 0.73% as compared to gain of 1.44% in the benchmark. Since inception the fund continues to outperform the benchmark by 1.06%.

#### Fund vs. Benchmark

Inception Date: 30 March 2008



#### Asset Allocation



#### Performance

	Fund	BM
1 Month	0.73%	1.44%
3 Months	0.99%	2.15%
YTD	2.73%	2.69%
YOY	2.73%	2.69%
Since Inception	4.54%	3.48%

Investment Objective	To generate conservative growth of capital by investing a large portion of the fund assets in other investment funds.		
Benchmark	The benchmark for the fund is a composite of 80% 1-month SIBID and 20% Dow Jones Islamic Markets World Index		
Valuation day	Monday & Wednesday	Cut-off time	12 noon Sunday & Tuesday
Subscription Fee	Up to 1%	Management Fee	0.50% per annum

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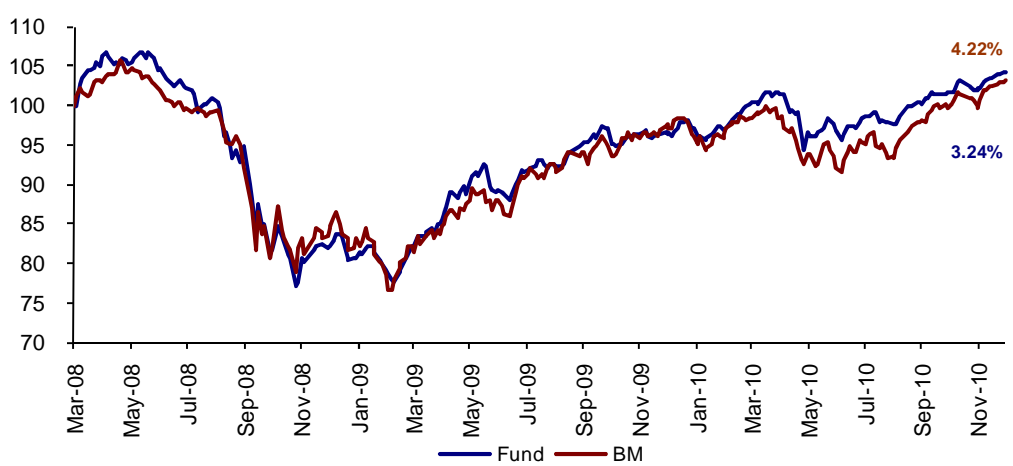
**Jadwa Balanced Allocation Fund**

29 December 2010	NAV: 104.2168 SAR	AUM: 4.39 Million SAR
Bloomberg: JADBAAF	Reuters: LP65107005	Zawya: JADBAAF.MF

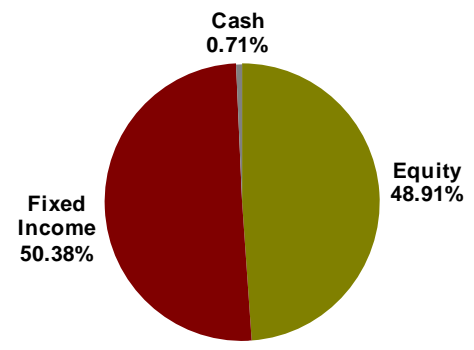
**Fund Manager's Comment:**

The fund closed the month with large part of it invested in equities. 30.1% was allocated to funds invested in GCC and Arab Markets while 12.28% was invested in Emerging and Developed markets Funds bringing the total equity portion to 48.9%. The balance was invested in Murabaha Funds and held as Cash. For the month, the Fund gained 2.12% as compared to a gain of 3.61% in the benchmark. Since inception the fund continues to outperform the benchmark by 0.98%

Fund vs. Benchmark  
Inception Date: 30 March 2008



**Asset Allocation**



**Performance**

	Fund	BM
1 Month	2.12%	3.61%
3 Months	4.04%	5.33%
YTD	7.94%	6.32%
YOY	7.94%	6.32%
Since Inception	4.22%	3.24%

Investment Objective	To generate medium to long term growth of capital by investing a large portion of the fund assets in other investment funds.		
Benchmark	The benchmark for the fund is an equally weighted composite of Dow Jones Islamic Markets World Index and 1-month SIBID.		
Valuation day	Monday & Wednesday	Cut-off time	12 noon Sunday & Tuesday
Subscription Fee	Up to 2%	Management Fee	0.50% per annum

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### Jadwa Aggressive Allocation Fund

29 December 2010

NAV: 107.5148 SAR

AUM: 4.71 Million SAR

Bloomberg: JADAGAF

Reuters: LP65107007

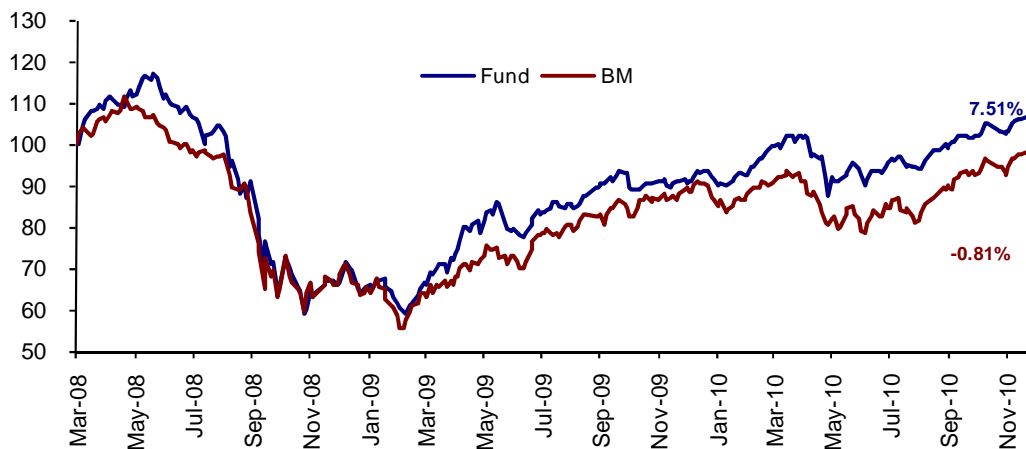
Zawya: JADAGAF.MF

#### Fund Manager's Comment:

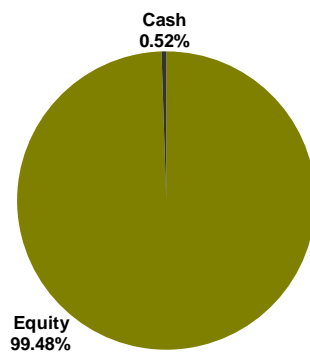
At the end of December, 61.6% of the Fund's assets were invested in Funds investing in GCC and Arab markets while 37.9% were invested in Emerging Market and Developed World Funds. The Equity allocation at the close of the month was 99.48%. During November, the Fund gained 4.46% as compared to a gain of 7.30% for the benchmark. Since inception the fund continues to outperform the benchmark by 8.32%

#### Fund vs. Benchmark

Inception Date: 30 March 2008



#### Asset Allocation



#### Performance

	Fund	BM
1 Month	4.46%	7.30%
3 Months	8.29%	10.78%
YTD	18.42%	12.05%
YOY	18.42%	12.05%
Since Inception	7.51%	-0.81%

**Investment Objective** To aggressively generate long term growth of capital by investing a large portion of the fund assets in other investment funds.

**Benchmark** Dow Jones Islamic Market World Index

**Valuation day** Monday & Wednesday **Cut-off time** 12 noon Sunday & Tuesday

**Subscription Fee** Up to 3% **Management Fee** 0.50% per annum

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